

108TH CONGRESS
1ST SESSION

H. R. 462

To amend the Internal Revenue Code of 1986 to temporarily exclude long-term capital gain from the gross income of individuals.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 29, 2003

Mr. ISAKSON introduced the following bill; which was referred to the
Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to temporarily
exclude long-term capital gain from the gross income
of individuals.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Capital Reinvestment
5 Act of 2003”.

6 **SEC. 2. TEMPORARY EXCLUSION OF LONG-TERM CAPITAL**
7 **GAIN FOR NONCORPORATE TAXPAYERS.**

8 (a) IN GENERAL.—Part I of subchapter P of chapter
9 1 of the Internal Revenue Code of 1986 (relating to treat-

1 ment of capital gains) is amended by adding at the end
 2 the following new section:

3 **“SEC. 1203. TEMPORARY EXCLUSION OF LONG-TERM CAP-**
 4 **ITAL GAIN.**

5 “(a) IN GENERAL.—In the case of a taxpayer other
 6 than a corporation, gross income shall not include any
 7 gain which is not otherwise treated as ordinary income
 8 and which, but for this section, would be long-term capital
 9 gain.

10 “(b) APPLICATION OF SECTION.—This section shall
 11 apply to taxable years beginning in 2002, 2003, or 2004.

12 “(c) COORDINATION WITH SECTION 1202.—Section
 13 1202 shall not apply to taxable years to which this section
 14 applies.”

15 (b) CLERICAL AMENDMENT.—The table of sections
 16 for such part I is amended by adding at the end the fol-
 17 lowing new item:

“Sec. 1203. Temporary exclusion of long-term capital gain.”

18 (c) EFFECTIVE DATE.—The amendments made by
 19 this section shall apply to taxable years beginning after
 20 December 31, 2002.

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